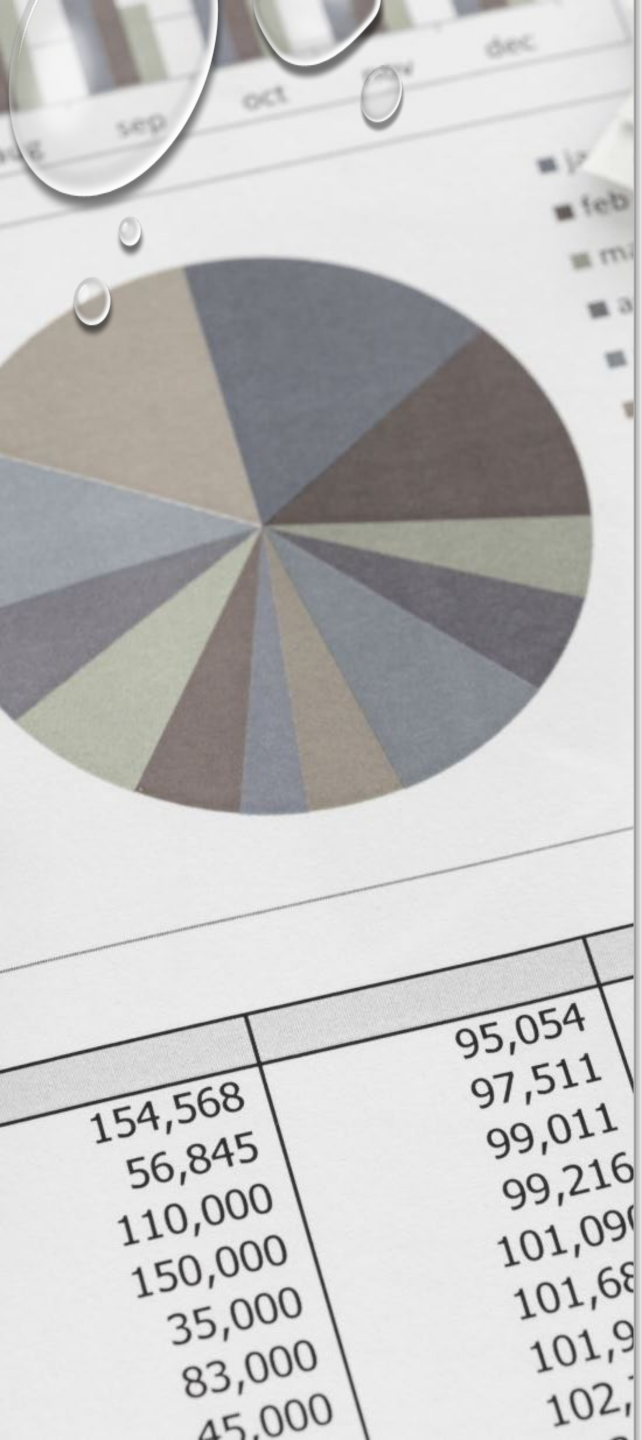
COATESVILLE AREA SCHOOL DISTRICT
2026-2027
PROPOSED BUDGET

PRIOR YEAR VS PROPOSED BUDGET

BOARD MEETING – MAY 26, 2026

BUDGET BY MAJOR OBJECT

Major Object	Category	Examples
100s	Salaries	Teachers, Administrators, Paraprofessionals, Secretaries, Custodians, & Maintenance Staff
200s	Benefits	Social Security, PSERS Retirement, Health Insurance, Tuition Reimbursement, Unemployment Compensation, & Workers' Compensation
300s	Purchased Professional & Technical Services	Consultants, Legal Services, Audit Services, IU Services, & Professional Development Providers
400s	Purchased Property Services	Water & Sewer, Cleaning Services, Equipment Repairs, Equipment Leases, & Extermination Services
500s	Other Purchased Services	Transportation, Insurance, Communications, Advertising, Printing & Binding, Tuition to Other LEAs, & Charter School Tuition
600s	Supplies	General Supplies, Electric & Gas, Meals, Books & Periodicals, & Technology Supplies
700s	Property	Vehicles, Technology Equipment, & Furniture
800s	Other Objects	Dues & Fees, Judgments, & Interest on Debt
900s	Other Uses of Funds	Principal Portion of Debt Service Payments



BUDGET OVERVIEW EXPENDITURES

- TOTAL PRIOR YEAR BUDGET: $242,000,000
- TOTAL PROPOSED BUDGET: $256,500,000
- TOTAL CHANGE: $14,500,000
- OVERALL INCREASE: 5.99%

PROPOSED EXPENSE PROJECTIONS

Major Object	Description	Prior Year 2025-2026	Proposed 2026-2027	Dollar Change	Percentage Change
100s & 200s	Salaries & Benefits	$ 77,411,930	$ 82,116,686	$ 4,704,756	6.07%
300s	Purchased Professional & Technical	$ 27,179,022	$ 28,762,493	$ 1,583,471	5.82%
400s	Purchased Property Services	$ 3,655,076	$ 3,637,811	**$ (17,265)**	**(0.47%)**
500s	Other Purchased Services	$ 98,298,461	$ 102,338,795	$ 4,040,334	4.16%
600s	Supplies	$ 6,212,860	$ 5,762,505	**$ (450,355)**	**(7.24%)**
700s	Property	$ 1,444,120	$ 1,083,500	**$ (360,620)**	**(24.97%)**
800s	Other Objects	$ 13,095,382	$ 17,012,061	$ 3,916,679	29.90%
900s	Other Uses of Funds	$ 14,703,149	$ 15,786,149	$ 1,083,000	7.36%
	TOTAL	**$ 242,000,000**	**$ 256,500,000**	**$ 14,500,000**	**5.99%**

MAJOR EXPENDITURE DRIVERS

Salaries (100s) & Benefits (200s) increased due to contractual obligations, staffing needs, wage adjustments, and rising employee benefit costs.

Professional & Technical Services (300s) increased due to expanded special education services and contracted supports.

Purchased Property Services (400s) remained relatively stable, reflecting continued facility maintenance and operational needs.

Other Purchased Services (500s) increased due to charter school tuition and transportation expenditures.

Supplies (600s) decreased due to reductions in planned supply expenditures and operational efficiencies.

Property (700s) decreased due to fewer planned equipment and capital purchases compared to the prior year.

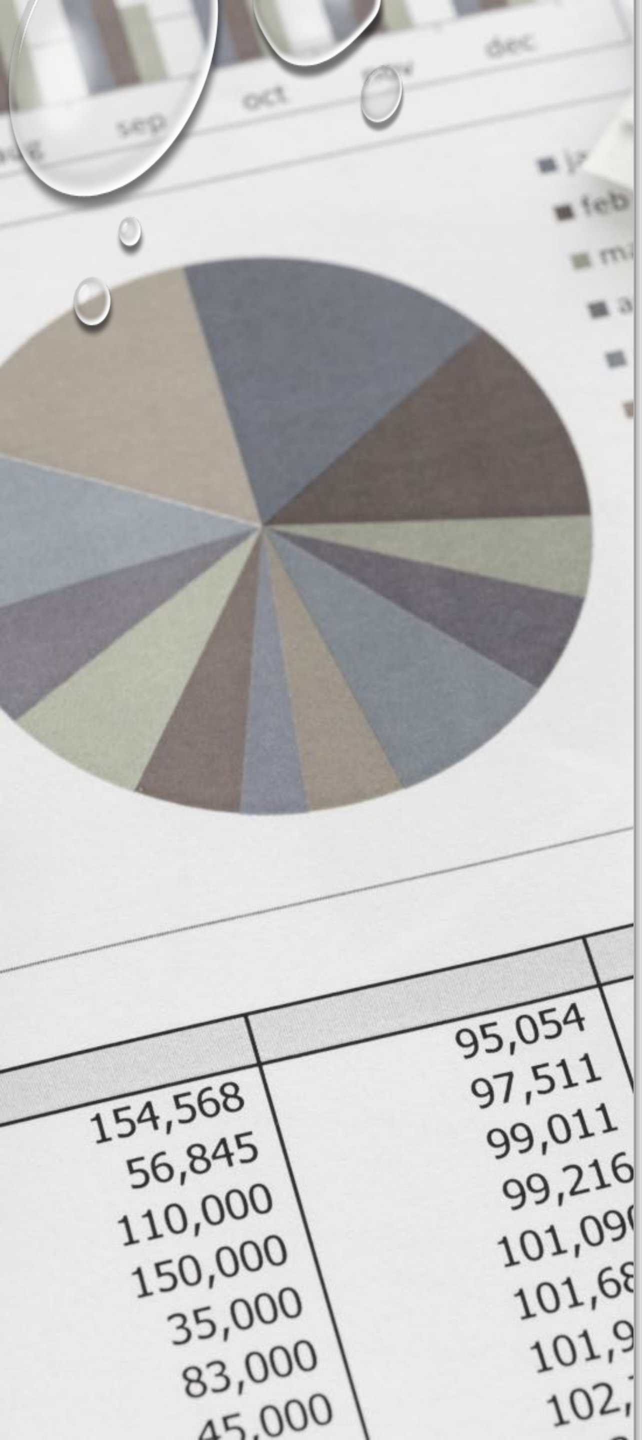
Other Objects (800s) & Other Uses (900s) increased due to debt service obligations and financing commitments.

KEY BUDGET DRIVERS

- Charter School Tuition Growth
- Rising Special Education Costs
- Contractual Salaries, Healthcare & PSERS Costs
- Transportation Expenses
- Debt Service Obligations (Required Payments)

REVENUE OVERVIEW

Category	Sources
Local	Property-Based Taxes: • Real Estate • Interim Tax • Transfer Tax • Delinquent Tax Income Based Taxes • Earned Income • Local Service Tax Earnings on Investments
State	Basic Education Funding Special Education Funding Transportation State Property Tax Reduction Retirement & Social Security Subsidy Ready to Learn Grants
Federal	Title Funding



BUDGET OVERVIEW REVENUES

- TOTAL PRIOR YEAR BUDGET: $235,500,000
- TOTAL PROPOSED BUDGET: $253,150,000
- TOTAL CHANGE: $17,650,000
- OVERALL INCREASE: 7.49%

PROPOSED REVENUE PROJECTIONS

Category	Prior Year 2025-2026	Proposed 2026-2027	Dollar Change	Percentage Change
Local	$ 155,410,904	$ 163,019,107	$ 7,608,203	4.89%
State	$ 75,672,346	$ 85,746,912	$ 10,074,566	13.31%
Federal	$ 4,416,750	$ 4,383,981	$ (32,769)	(0.74%)
Total Revenue	$ 235,500,000	$ 253,150,000	$ 17,650,000	7.49%
Use of Fund Balance	$ 6,500,000	$ 3,350,000	$ (3,150,000)	(48.46%)
Total Funds Available	**$ 242,000,000**	**$ 256,500,000**	**$ 14,500,000**	**5.99%**

Despite increased revenues, rising expenditures and mandated costs continue to require a modest tax increase and limited use of fund balance to support a balanced proposed budget.

2026–2027 PROPERTY TAX REVENUE PROJECTIONS (6111)

Property Tax Revenue Scenarios

	No Tax Increase	3.50%	4.00%	4.50%
Assessed Valuation	$3,269,306,180	**$3,269,306,180**	$3,269,306,180	$3,269,306,180
Millage Rate	44.364	**45.917**	46.139	46.360
Total Taxes Levied	$145,039,499	**$150,115,882**	$150,841,079	$151,566,277
Homestead Exclusions	($6,720,444)	**($6,720,444)**	($6,720,444)	($6,720,444)
Collection Rate	97%	**97%**	97%	97%
Projected Revenue (6111)	$134,169,484	**$139,093,575**	$139,797,017	$140,500,458
% Change	3.71%	**7.51%**	8.06%	8.60%
Dollar Change	$4,797,233	**$9,721,324**	$10,424,766	$11,128,207

Percent change reflects increase over the 2025–2026 budgeted property tax revenue of $129,372,251. Projected revenue assumes a 97% collection rate based on historical district collection experience.

A LOOK AT MILLAGE

ADJUSTED ACT 1 INDEX = 4.50%

The proposed budget is funded at the Act 1 Index of 3.50%, below the district's adjusted allowable index of 4.50%.

Current Millage (2025-2026):	44.364
Millage proposed to fund 2026-2027 budget:	45.917
Percentage Change:	3.50%

IMPACT ON HOMEOWNERS

Average Home Assessment: $200,000

$26/month or $312/year

NEXT STEPS

Public Notice of Intent to Adopt Final Budget

May 29, 2026

June 9, 2026

Final Budget Adoption (must be before June 30th)

QUESTIONS?